

RED MTN. DEVELOPMENT CO., INC., an Oregon Corporation  
Grantor(s) hereby grant, bargain, sell, warrant and convey to:  
ELI PROPERTY COMPANY, INC., a California corporation,  
Grantee(s) and grantee's heirs, successors and assigns the following described  
real property, free of encumbrances except as specifically set forth herein in  
the County of KLAMATH and State of Oregon, to wit:

Lot 20 of TRACT 1314 - PINE RIDGE RANCHES, according to the official plat  
thereof on file in the office of the County Clerk of Klamath County,  
Oregon.

KEY #883883

MAP #3407-022DO-00400

SUBJECT TO: SEE EXHIBIT "A" ATTACHED HERETO AND MADE A PART HEREOF.

THIS INSTRUMENT WILL NOT ALLOW USE OF THE PROPERTY DESCRIBED IN THIS INSTRUMENT  
IN VIOLATION OF APPLICABLE LAND USE LAWS AND REGULATIONS. BEFORE SIGNING OR  
ACCEPTING THIS INSTRUMENT, THE PERSON ACQUIRING FEE TITLE TO THE PROPERTY  
SHOULD CHECK WITH THE APPROPRIATE CITY OR COUNTY PLANNING DEPARTMENT TO VERIFY  
APPROVED USES AND TO DETERMINE ANY LIMITS ON LAWSUITS AGAINST FARMING OR FOREST  
PRACTICES AS DEFINED IN ORS 30.930.

The true and actual consideration for this conveyance is 52,000.00.

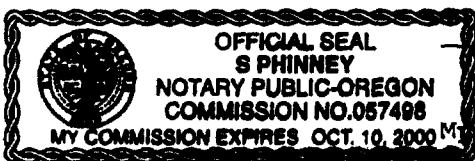
Until a change is requested, all tax statements shall be sent to Grantee at the  
following address: 12712 RIVER HILLS DRIVE, BELLA VISTA, CA 96008

Dated this 26th day of September, 2000.

RED MTN. DEVELOPMENT CO. INC.  
BY: Joanne Shackelford, VP  
JOANNE SHACKELFORD, VICE-PRESIDENT

State of Oregon  
County of

This instrument was acknowledged before me on Sept 26, 2000 by  
JOANNE SHACKELFORD AS VICE-PRESIDENT OF RED MTN. DEVELOPMENT CO., INC., AN  
OREGON CORPORATION.



[Signature]  
(Notary Public for Oregon)

commission expires 10-10-00

ESCROW NO. MT51997-PS

Return to:  
ELI PROPERTY COMPANY, INC.  
12712 RIVER HILLS DRIVE  
BELLA VISTA, CA 96008

37957

EXHIBIT "A"

Taxes for the fiscal year 2000-2001, a lien not yet due and payable.  
Account No: 3407-022D0-00400-000      Key No: 883883  
Code No: 118

The premises herein described are within and subject to the statutory powers, including the power of assessment and easements of Klamath Lake Timber Fire Patrol.

Covenants, conditions, restrictions, and easements as shown on recorded plat, as follows:

"Subject to: Article 69 of the Klamath County Land Development code, drainage easements, public utility easements, sanitary sewer and sanitary sewer drain field easements, fire suppression easement and river access easement for lot owners within said Tract 1314, said streets to be used for public utilities as shown on the annexed map."

Covenants, conditions, restrictions, and easements as shown on recorded plat for Pine Ridge Ranches;

Recorded: May 12, 1998

Volume: M98, page 16108, Microfilm Records of Klamath County, Oregon

Sanitary Sewer and Irrigation Easement, subject to the terms and provisions thereof;

Recorded: March 12, 1999

Volume: M99, page 8823, Microfilm Records of Klamath County, Oregon

For: A 16 foot wide Sanitary Sewer Easement and Irrigation Easement over and across a portion of Lots 20, 26 and 27.

State of Oregon, County of Klamath  
Recorded 10/18/00, at 11:21 a. m.  
In Vol. M00 Page 37956  
**Linda Smith,**  
County Clerk      Fee \$ 26.00